



BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

FILED

09-04-07
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Application of California-American Water Company (U 210 W), to Decrease Revenues for Water Service in its Coronado District by (\$73,100) or (0.46%) in 2008 and Increase Revenues by \$266,200 or 1.67% in 2009 and \$260,900 or 1.61% in 2010	A.07-01-036
Application of California-American Water Company (U 210 W), to Increase Revenues for Water Service in its Larkfield District by \$1,272,000 or 61.91% in 2008, \$134,300 or 3.94% in 2009 and \$129,900 or 3.67% in 2010 Under the Current Rate Design or Decrease Revenues by (\$742,200) or (36.12%) in 2008 and Increase Revenues by \$50,000 or 3.72% in 2009 and \$63,500 or 4.55% in 2010 Under the Proposed Rate Design	A.07-01-037
Application of California-American Water Company (U 210 W), to Increase Revenues for Water Service in its Sacramento District by \$8,966,900 or 33.89% in 2008, \$1,905,700 or 5.36% in 2009, and \$1,860,700 or 4.97% in 2010 Under the Current Rate Design or by \$10,981,000 or 41.50% in 2008, \$1,925,900 or 5.11% in 2009 and \$1,845,600 or 4.66% in 2010 Under the Proposed Rate Design	A.07-01-038
Application of California-American Water Company (U 210 W), to Increase Revenues for Water Service in its Village District by \$1,537,300 or 7.43% in 2008, \$243,400 or 1.08% in 2009, and \$232,900 or 1.02% in 2010	A.07-01-039

**NOTICE OF EX PARTE COMMUNICATION
OF THE DIVISION OF RATEPAYER ADVOCATES**

Pursuant to Rule 8.2 and 8.3 of the California Public Utilities Commission's Rules of Practice and Procedure, the Division of Ratepayer Advocates ("DRA"), hereby provides notice of an ex parte communication.

On Wednesday, August 29, 2007, Danilo Sanchez, DRA Water Branch Manager, and Marcelo Poirier, Counsel for DRA, met with Laura Krannawitter, advisor to Commissioner John

Bohn at 10:00a.m. at the Commission's offices in San Francisco for approximately thirty minutes. Mr. Poirier initiated the meeting. There were no written materials provided by DRA during the meeting, but Mr. Poirier did provide copies of DRA's Opening and Reply briefs after the meeting.

California American Water's rate consolidation proposal for the Sacramento and Larkfield districts was the main topic of discussion. Mr. Sanchez and Mr. Poirier reiterated DRA's general opposition to the rate consolidation proposal. Mr. Poirier discussed how the August 13, 2007 letter to Commissioner Bohn from California American Water overstated the support for the consolidation by Larkfield customers and failed to address the opinions of Sacramento customers.

Mr. Poirier discussed how the consolidation proposal is problematic because it would break the link between rates and the established principle of cost of service, negatively affecting the Commission's efforts to promote water conservation. Mr. Sanchez also stated that better alternatives than rate consolidation existed to mitigate the large rate increases proposed for the Larkfield district.

Mr. Sanchez also briefly outlined DRA's positions as to Return on Equity and California American Water's proposed Infrastructure Replacement Surcharge.

Copies of this Notice can be obtained by calling or sending an e-mail to Sue Muniz at (415) 703-1858 (e-mail: sam@cpuc.ca.gov).

Respectfully submitted,

/s/ MARCELO POIRIER

Marcelo Poirier
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September 4, 2007

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a copy of “**NOTICE OF EX PARTE COMMUNICATION**” in **A.07-01-036, A.07-01-037, A.07-01-038 and A.07-01-039** by using the following service:

☒ **E-Mail Service:** sending the entire document as an attachment to all known parties of record who provided electronic mail addresses.

☐ **U.S. Mail Service:** mailing by first-class mail with postage prepaid to all known parties of record who did not provide electronic mail addresses.

Executed in San Francisco, California, on the **4th** day of **September, 2007**.

/s/ JOANNE LARK

Joanne Lark

N O T I C E

Parties should notify the Process Office, Public Utilities Commission, 505 Van Ness Avenue, Room 2000, San Francisco, CA 94102, of any change of address and/or e-mail address to insure that they continue to receive documents. You must indicate the proceeding number on the service list on which your name appears.

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SERVICE LIST
A.07-01-036, A.07-01-037, A.07-01-038
A.07-01-039

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